

**TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE**



**FISCAL NOTE**

**SB 2203 - HB 2278**

March 3, 2014

**SUMMARY OF BILL:** Exempts Rural Electric and Community Services Cooperatives and entities created by the Electric G&T Cooperative Act from certain provisions of the Tennessee Nonprofit Corporation Act.

**ESTIMATED FISCAL IMPACT:**

**NOT SIGNIFICANT**

Assumptions:

- The provisions of the bill are contingent upon passage of SB 1505/ HB 1442; which rewrite the provisions of the Tennessee Nonprofit Corporation Act.
- Under current law, Rural Electric and Community Services Cooperatives and entities created under the Electric G&T Cooperative Act are exempt from certain provisions in the Tennessee Nonprofit Corporation Act.
- The provisions of the bill update references of code which Rural Electric and Community Services Cooperatives and entities created under the Electric G&T Cooperative Act are exempted relative to mergers, actions taken by members of the board by written ballot, proxies, and voting agreements.
- The provisions of the bill are not estimated to result in any significant fiscal impact to state or local government as they exempt certain entities from provisions governing the internal operations of nonprofit corporations.

**IMPACT TO COMMERCE:**

**NOT SIGNIFICANT**

Assumptions:

- The provisions of the bill are applicable only to Rural Electric and Community Services Cooperatives and entities created by the Electric G&T Cooperative Act and extend certain exemptions held under current law. Any impact to commerce throughout the state is estimated to be not significant.
- Net impact to Tennessee jobs is considered not significant.

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**CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "Lucian D. Geise". The signature is fluid and cursive, with the first name "Lucian" written in a larger, more prominent script than the last name "Geise".

Lucian D. Geise, Executive Director

/jrh